

# Bajaj Finserv Multi Asset Allocation Fund

An open-ended scheme investing in equity and equity related instruments, debt & debt derivatives and money market instruments, Gold ETFs, Silver ETFs, exchange traded commodity derivatives and in units of REITs and InvITs

Power your Multi -Asset Allocation with Investing in Companies with **G**rowth & **D**ividend **P**ayout

**NFO Period:**

**13<sup>th</sup> May 2024 - 27<sup>th</sup> May 2024**



# Winners Keep On Changing Among Asset Classes

## Calendar Year Performance - Winners Change

Asset Class	CY-2014	CY-2015	CY-2016	CY-2017	CY-2018	CY-2019	CY-2020	CY-2021	CY-2022	CY-2023
<b>Equity</b>	31.40%	-4.10%	3.00%	28.60%	3.20%	12.00%	14.90%	24.10%	4.30%	20.00%
<b>Debt</b>	10.50%	8.50%	9.30%	6.30%	6.70%	9.10%	10.20%	4.10%	3.70%	7.20%
<b>Gold</b>	-7.90%	-6.60%	11.30%	5.10%	7.90%	23.80%	28.00%	-4.20%	13.90%	15.40%
<b>Silver</b>	15.9%	-9.70%	19.60%	-2.80%	-0.20%	21.80%	44.40%	-8.20%	9.70%	7.70%

**Different Asset Classes Outperform in Different Years**

**Top Performers**

Equity-4 Years

Debt-1 Year

Gold-3 Years

Silver-2 Years

Source: ICRA MFI, Internal. Disclaimer: Past Return data shared above is only for illustrative and understanding purposes Past performance is no guarantee of future returns. As on 31<sup>st</sup> Dec 2023  
Equity: Nifty 50 Debt: NIFTY Short Duration Debt Index, Gold: MCX Spot Price, Silver: MCX Spot Price.

# Winners Keep On Rotating Within Asset Classes: Equity

CY 2015	CY 2016	CY 2017	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	CY 2023
Healthcare 12.94%	Oil & Gas 26.19%	Small Cap 58.63%	IT 25.97%	Finance 26.38%	IT 57.88%	Small Cap 63.34%	FMCG 20.13%	Small Cap 49.23%
Small Cap 11.27%	Auto 11.66%	Mid Cap 49.42%	FMCG 15.21%	Oil & Gas 14.61%	Healthcare 57.69%	IT 62.35%	Oil & Gas 16.92%	Auto 48.89%
Mid Cap 7.60%	Midcap 8.31%	Oil & Gas 43.11%	Finance 11.25%	Large Cap 13.48%	Small Cap 26.38%	Midcap 47.51%	Auto 16.64%	Midcap 47.68%
Oil & Gas 1.81%	Finance 6.15%	Finance 42.79%	Large Cap 4.61%	IT 10.99%	Midcap 22.95%	Infra 37.77%	Finance 10.50%	Infra 40.19%
IT 1.55%	FMCG 4.61%	Infra 36.16%	Healthcare -5.19%	Infra 4.49%	Large Cap 16.09%	Oil & Gas 37.15%	Infra 7.51%	Healthcare 34.08%
FMCG 1.39%	Large Cap 4.39%	Auto 32.66%	Oil & Gas -7.47%	FMCG 0.09%	FMCG 14.68%	Large Cap 25.59%	Large Cap 5.71%	FMCG 30.86%
Auto 0.26%	Small Cap 1.39%	FMCG 31.27%	Infra -10.94%	Midcap -3.40%	Infra 14.30%	Auto 20.34%	Midcap -4.56%	IT 26.37%
Large Cap -3.01%	Infra -0.88%	Large Cap 30.35%	Midcap -14.52%	Healthcare -5.92%	Auto 13.01%	Healthcare 19.08%	Small Cap -2.64%	Large Cap 21.36%
Finance -4.47%	IT -5.34%	IT 14.57	Auto -22.23%	Small Cap -7.26%	Oil & Gas 9.13%	Finance 14.55%	Healthcare 10.14%	Finance 14.35%
Infra -7.58%	Healthcare -13.23%	Healthcare -1.93	Small Cap -26.00%	Auto -9.36%	Financials 4.73%	FMCG 12.37%	IT -24.53%	Oil & Gas 13.14%

For Auto: Nifty Auto TRI, Data is Calculated on the last working day of the calendar year-end. The Sector/s mentioned above does not constitute any recommendation of the same and Bajaj Finserv Mutual Fund may or may not have any future position in the sector/s. Past Performance may or may not be sustained in future. Source: Crisil, NSE, Bloomberg, MFI Explorer For Large Cap: Nifty 50 TRI, For Midcap: Nifty Midcap 100 TRI, For Small Cap: Nifty 250 Small Cap TRI, For Finance: Nifty Financial Services TRI, For Healthcare: Nifty Healthcare TRI, For Infra: Nifty Infrastructure TRI, For Oil & Gas: Nifty Oil & Gas TRI, For IT: Nifty IT TRI Data As on 31<sup>st</sup> Dec 2023

# Winners Keep On Rotating Within Asset Classes: Debt

## Calendar Year Return(%)

Year	Overnight	Long Term Debt	Short Term Debt
	Nifty 1 Day Rate Index	Crisil 10Y Gilt Index	Crisil Short-Term Bond Fund Index
CY-2015	7.52	7.39	8.66
CY-2016	6.52	14.97	9.85
CY-2017	5.95	-0.05	6.05
CY-2018	6.18	6.03	6.65
CY-2019	5.76	10.46	9.53
CY-2020	3.42	9.26	10.42
CY-2021	3.28	1.35	4.38
CY-2022	4.76	0.46	3.59
CY-2023	6.74	7.82	7.26

Source: Crisil, NSE, Bloomberg, MFI Explored, Data Calculated on last working day for calendar year-end. For Overnight we have considered the Nifty 1 Date Rate Index, For Long Term Debt we have considered Crisil 10-Year Gilt Index and for Short Term Debt we have considered Crisil Short-Term Bond Fund Index. The portfolio of the scheme is subject to changes within the provision of the scheme information document of the scheme. Please refer to the SID for investment patterns, strategy and risk factors. The Asset allocation and investment strategy will be as per the scheme information document. Past Performance may or may not be sustained in future. Data As on 31st Dec 2023

# Correlation Between Asset Classes

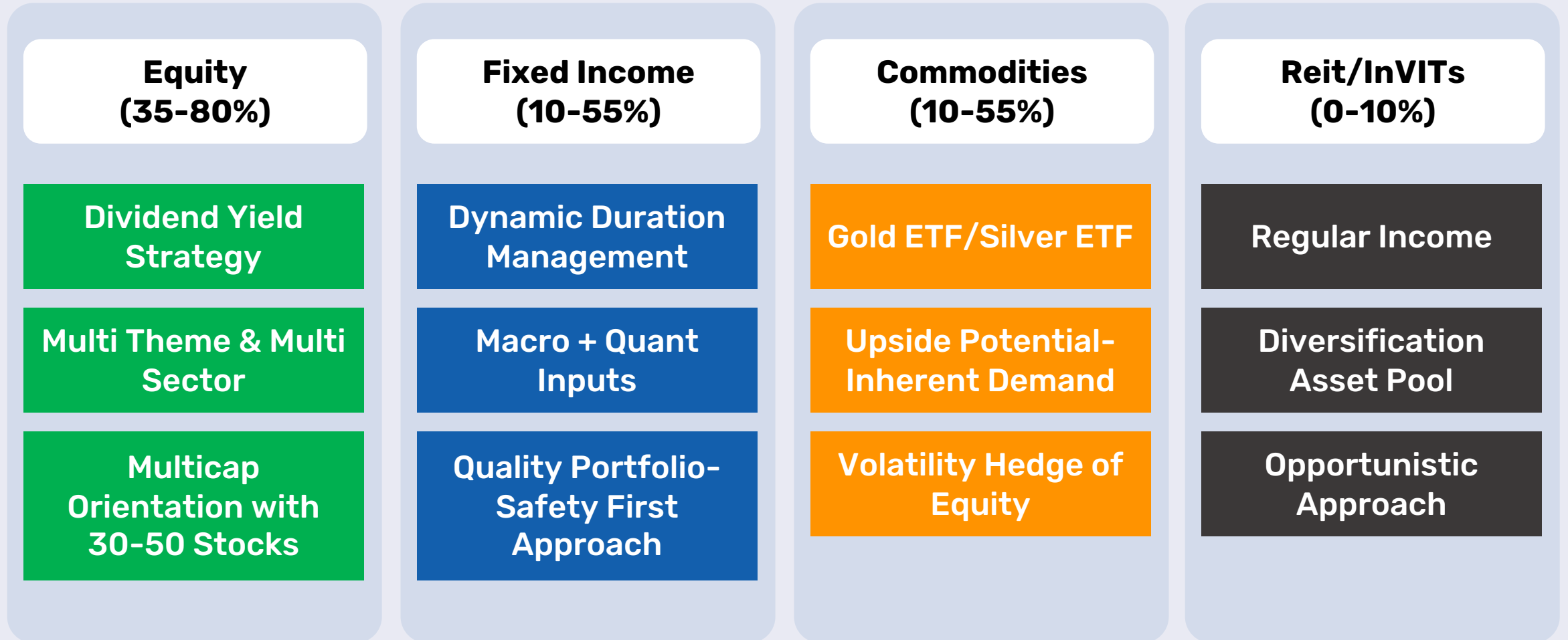
## Correlation of Performance between Asset Classes

Asset Classes	Debt	Gold	Silver	Nifty 50
Debt	1.00			
Gold	0.00	1.00		
Silver	-0.02	0.75	1.00	
Equity	0.02	-0.04	0.11	1.00

**Negative or Weak Correlation between Asset Classes helps in Portfolio Diversification**

Source: ICRA MFI, AMFI Portal, Bloomberg.  
Equity: Nifty 50 TRI Debt: NIFTY Short Duration Debt Index, Gold: MCX Spot Price, Silver: MCX Spot Price.  
Calculated based on Daily Rolling Returns From Jan 2006 to 15<sup>th</sup> April 2024

# Bajaj Finserv Multi Asset Allocation Fund: Asset Classes



The strategy mentioned above is subject to the Scheme Information Document and the Fund Manager may decide on the allocation amongst various asset classes at the time of investment.

# Factors Deciding Asset Allocation: Under Various Scenario

## Macro-Economic Factors

Inflation & Interest Rates

Corporate Earnings  
Growth

Balance Sheet Health

## Valuation

Intrinsic Value

Fundamental Elements

Dividend Yield Opportunity

## Behaviour

Calibrated Decision  
Making

Crowd's Over Reaction &  
Under Reaction

Reversal & Momentum

The Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. The fund manager may make the changes, as per different market conditions and in the best interest of the investors.

# Portfolio Construction: Under Normal Scenario





# Our Equity Strategy: Growth & Dividend Payout

## Dividend Yield Explained

**Stable Business Models**



**Reinvested in Business  
for Future Growth**

**Buy Backs**

**Dividend Yield**

Dividend Distributed/Common  
Stock Price

**Dividend Paid Out**

## Features of Dividend Paying Companies

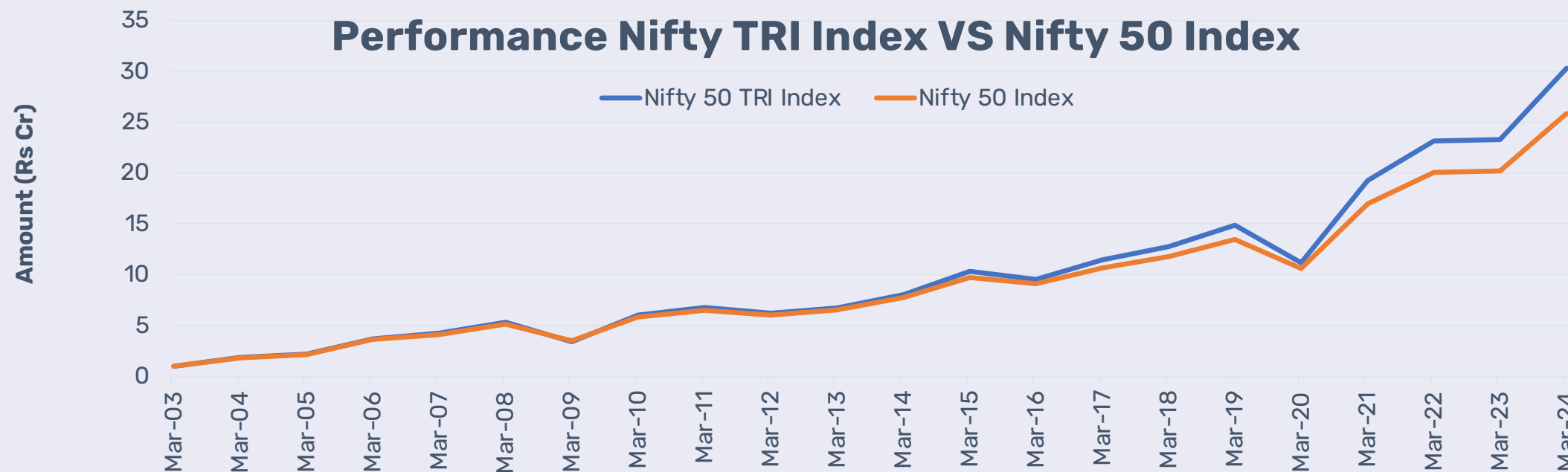
**Stable Business Models**

**Sustainable Growth**

**Accountable Management**

**Low Volatility**

# Equity Strategy: Power of Re-investing Dividends

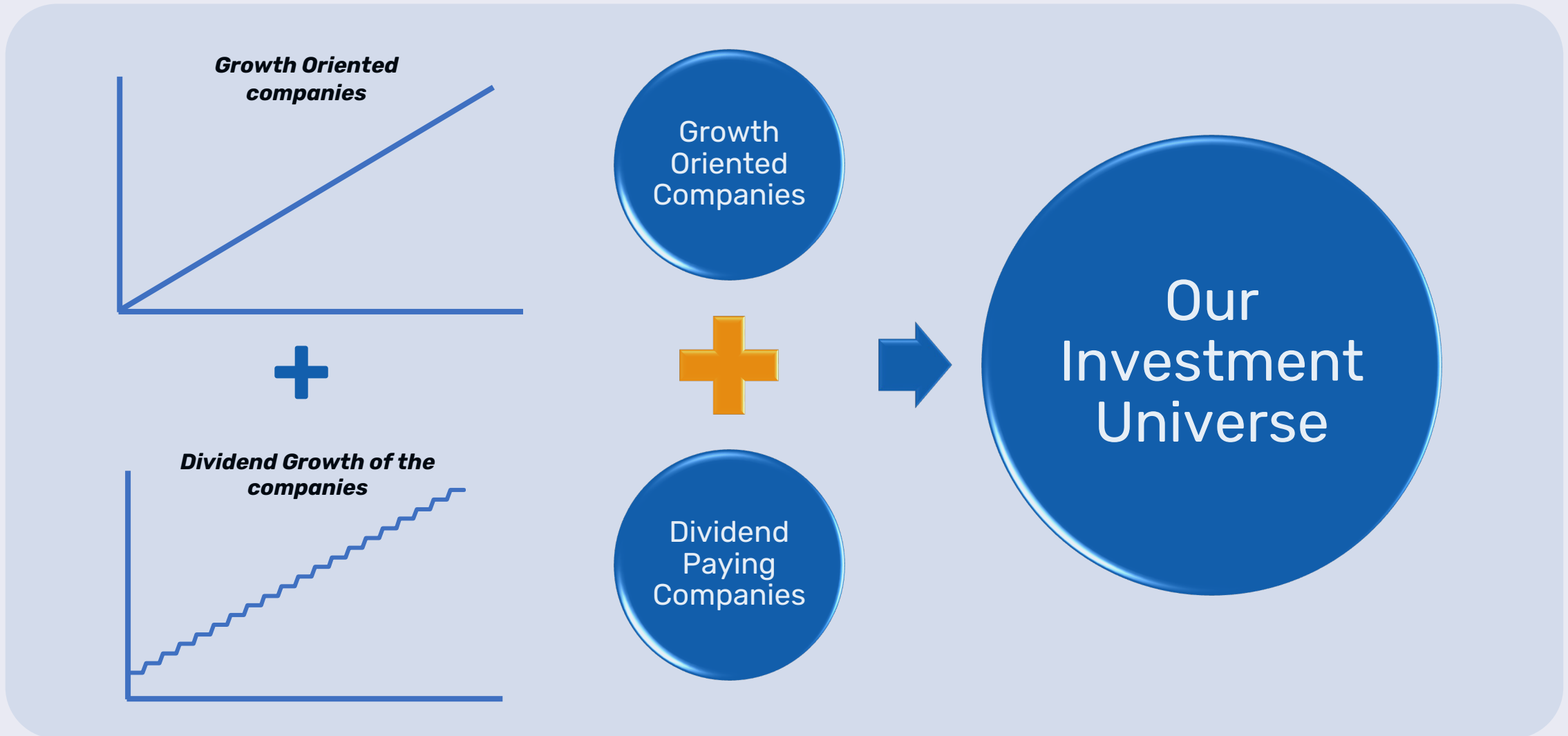


## Growth of Rs 1 Crore Invested in Nifty and Re-Investing the accrued Dividends in the last 21 Years

Index	Initial Investment (Rs)	Value of Investment (Rs)	Accumulated Dividends (Rs)	Total Value (Rs)	CAGR (%) Return
Nifty	1,00,00,000	22,82,44,735	3,02,72,593	25,85,17,328	16.7
Nifty TRI	1,00,00,000	30,30,24,321	Nil	30,30,24,321	17.6

Please note that these are provided for illustration purposes only to explain the concept of the impact of re-investing accrued dividends vis-à-vis realizing the accrued dividends. This illustration does not in any manner indicate actual the scheme performance. Actual Scheme performance would be based on the scheme information document, asset allocation and scheme investment strategy. Past performance may or may not be sustained in future. An investor must not solely rely on this illustration and the scheme presentation to invest in the scheme but should go through the scheme information document and consult with a financial advisor before undertaking investments in the scheme. Data Source Ellara Securities, MFIE Explorer and Internal Data Sources as on 31<sup>st</sup> March 2024.

# Our Equity Strategy: Growth & Dividend Payout



# Nifty Dividend Opportunities Index

Nifty Dividend Opportunities 50 Index Sector	
Sector	Weight (%)
Information Technology	27.65
Financial Services	21.33
Fast Moving Consumer Goods	17.79
Oil, Gas and Consumable Fuels	11.61
Power	8.34
Metals & Mining	5.88
Automobiles & Auto Components	4.39
Capital Goods	3.01

Nifty Dividend Opportunities 50 Index Top Constituents	
Company Name	Dividend Yield(%)
ITC Ltd	2.96
Infosys Ltd	2.29
Tata Consultancy Services Ltd	1.18
State Bank of India	1.48
Hindustan Unilever Ltd	1.76
HCL Technologies Ltd	3.47
NTPC Ltd	2.03
Tata Steel Ltd	2.23
Power Grid Corporation of India Ltd	4.04
Oil and Natural Gas Corporation Ltd	4.06

Index	Fundamentals		
	P/E	P/B	Dividend Yield
Nifty Div Opportunities 50 Index	<b>16.69</b>	3.36	<b>2.73</b>
Nifty 50 Index	22.88	3.92	1.20

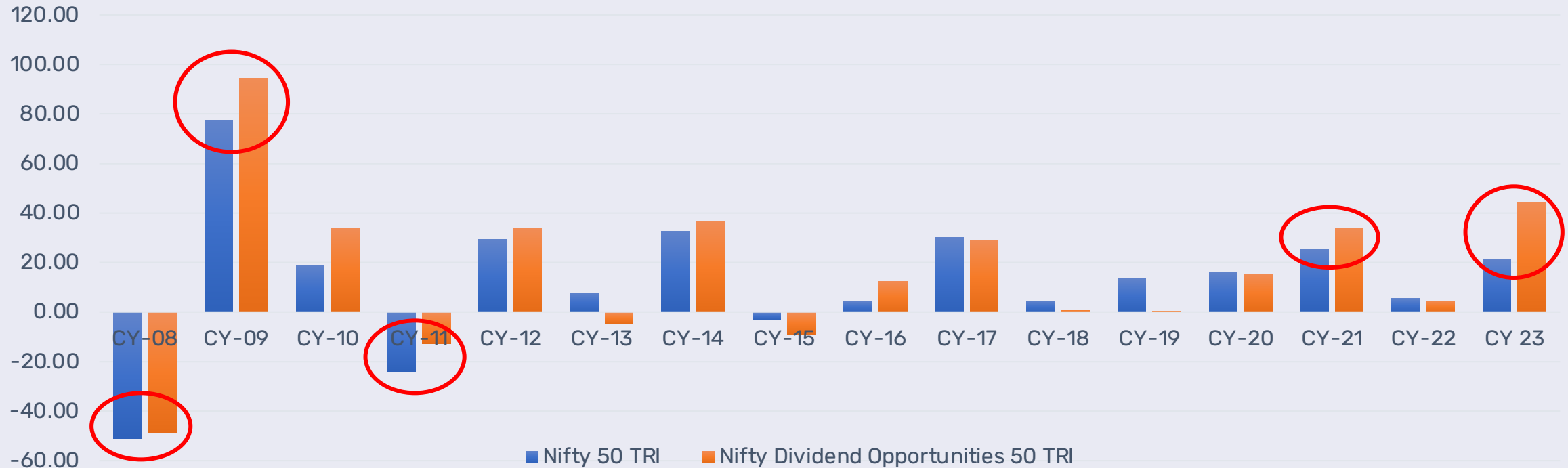
Data as on 15<sup>th</sup> April 2024; Source: NSE, [www.screener.in](http://www.screener.in) The portfolio of the scheme is subject to changes within the provision of the scheme information document of the scheme. Please refer to the SID for investment patterns, strategy and risk factors. The Asset allocation and investment strategy will be as per the scheme information document. The Stock(s)/Sector(s) mentioned above do not constitute any recommendation of the same and Bajaj Finserv Mutual Fund may or may not have any future position in the sector(s)/Stock(s). The slide is to explain the concept of Dividend Yielding companies. Data shared as an illustration is taken from the factsheet for Nifty Dividend Opportunities 50 Index as on 31<sup>st</sup> March 2024. Source-NSE Website

# Equity Strategy: Dividend Investing Across Volatile Scenarios

Event	Date	Trading Days	Nifty TRI Returns	Nifty 50 Div. Opportunities TRI Return	Composite Index (70% Div. Opp. + 20% Debt + 10% Gold)
GFC Crisis	8th Jan-08	671	0.71%	34.56%	<b>34.79%</b>
	1st Oct-2010				
Covid	14th Jan-20	205	0.25%	-1.79%	<b>3.76%</b>
	6th Nov-20				
EU Debt Crisis	5th Nov-10	625	0.00%	11.64%	<b>16.27%</b>
	15th May-13				
15-16 Volatility	3rd Mar-15	373	0.01%	4.53%	<b>7.68%</b>
	2nd Sep-16				

The Computation of Returns disclosed is estimated on the peak-to-trough fall in Nifty 50 TRI for the phase. Please note that these are provided for illustration purposes only to explain the concept of the impact of dividend yield style of investing vis-à-vis the broader market and the impact of adding asset classes together. This illustration does not in any manner indicate actual the scheme performance. Actual Scheme performance would be based on the scheme information document, asset allocation and scheme investment strategy. Past performance may or may not be sustained in future. An investor must not solely rely on this illustration and the scheme presentation to invest in the scheme but should go through the scheme information document and consult with a financial advisor before undertaking investments in the scheme. For Composite Index the data considered is Nifty 50 Opportunities TRI, CRISIL 10 Year Gilt Index Values and MCX GOLD Spot Rate Values Data Source: MFIE Explorer and Internal Data Sources. Past Performance may or may not be sustained in future.

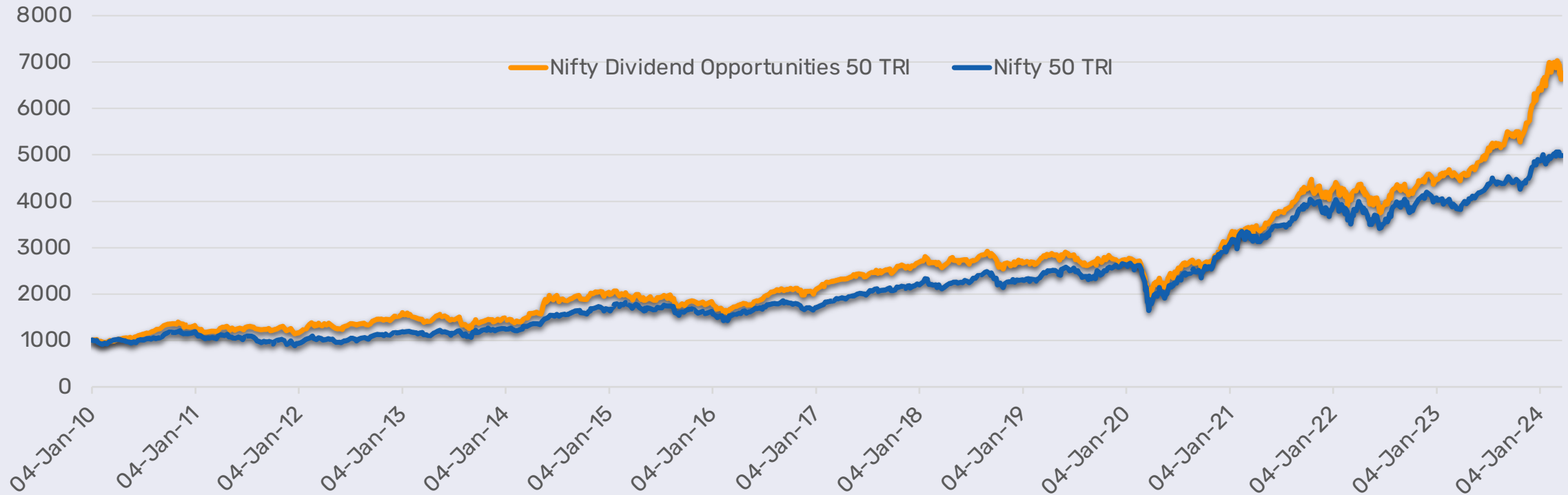
# Performance in Up & Down Markets



**Dividend Opportunities Index tend to Outperform in Up-Trending and Down Trending Markets**

Source: Crisil, NSE, Bloomberg, MFI The portfolio of the scheme is subject to changes within the provision of the scheme information document of the scheme. Please refer to the SID for investment patterns, strategy and risk factors. The Asset allocation and investment strategy will be as per the scheme information document. The Sector(s)/Index mentioned above do not constitute any recommendation of the same and Bajaj Finserv Mutual Fund may or may not have any future position in the sector/s. Past Performance may or may not be sustained in future. As on 31st Dec 2023

# Equity Strategy: Dividend Opportunity vs Nifty



Index Name	1 Year	3 Years	5 Years	10 Years
Nifty Dividend Opportunities 50 TRI	51.42%	27.67%	19.79%	16.17%
Nifty 50 TRI	26.29%	16.92%	15.30%	14.30%

*\*Less than 1 year Absolute returns, Greater than 1 year Compound Annualized returns As on 30th April 2024*

Source: ICRA MFI The portfolio of the scheme is subject to changes within the provision of the scheme information document of the scheme. Please refer to the SID for investment patterns, strategy and risk factors. The Asset allocation and investment strategy will be as per the scheme information document. Past Performance may or may not be sustained in the future (as on 30th April 2024).

# Why Dividend Yield-Based Investing in Current Scenario

Interest Rates are expected to come down in our view

High Dividend Yielding Companies are Trading at Attractive Valuations

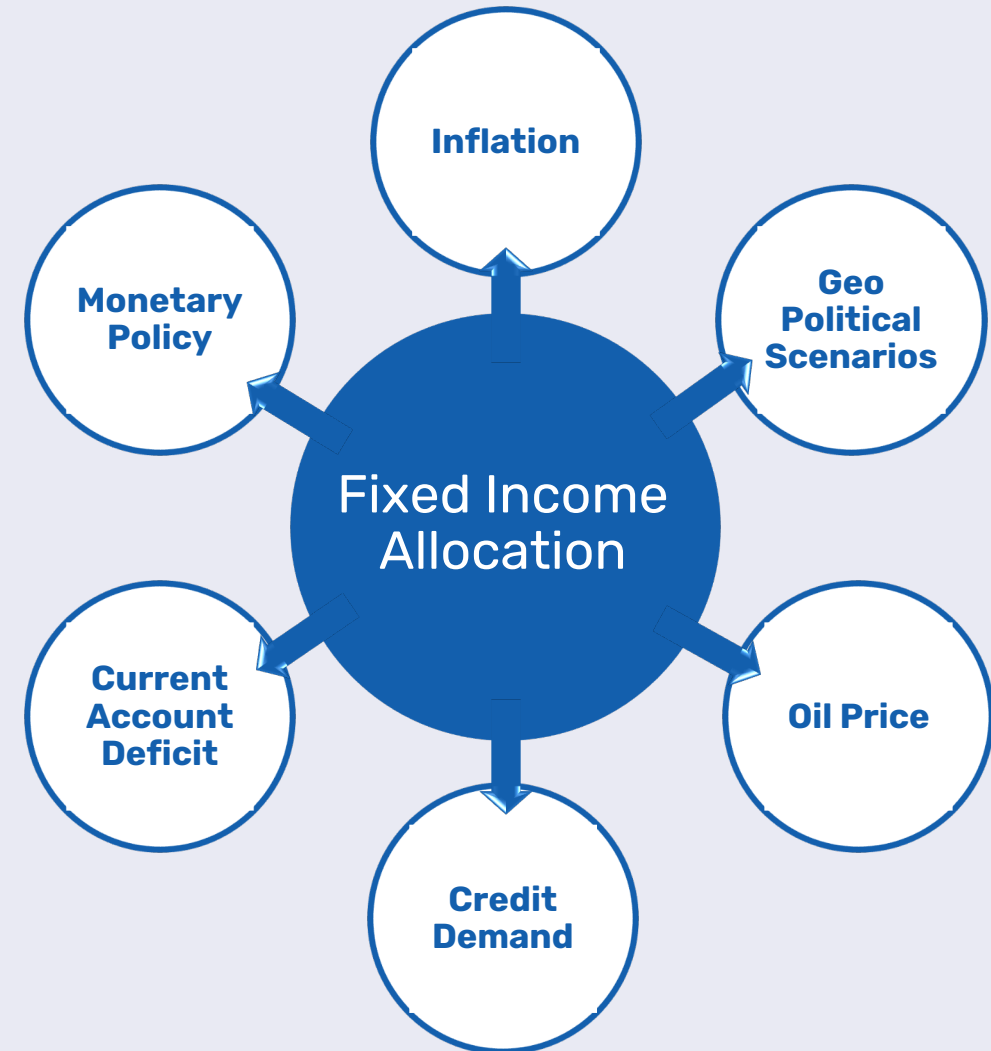
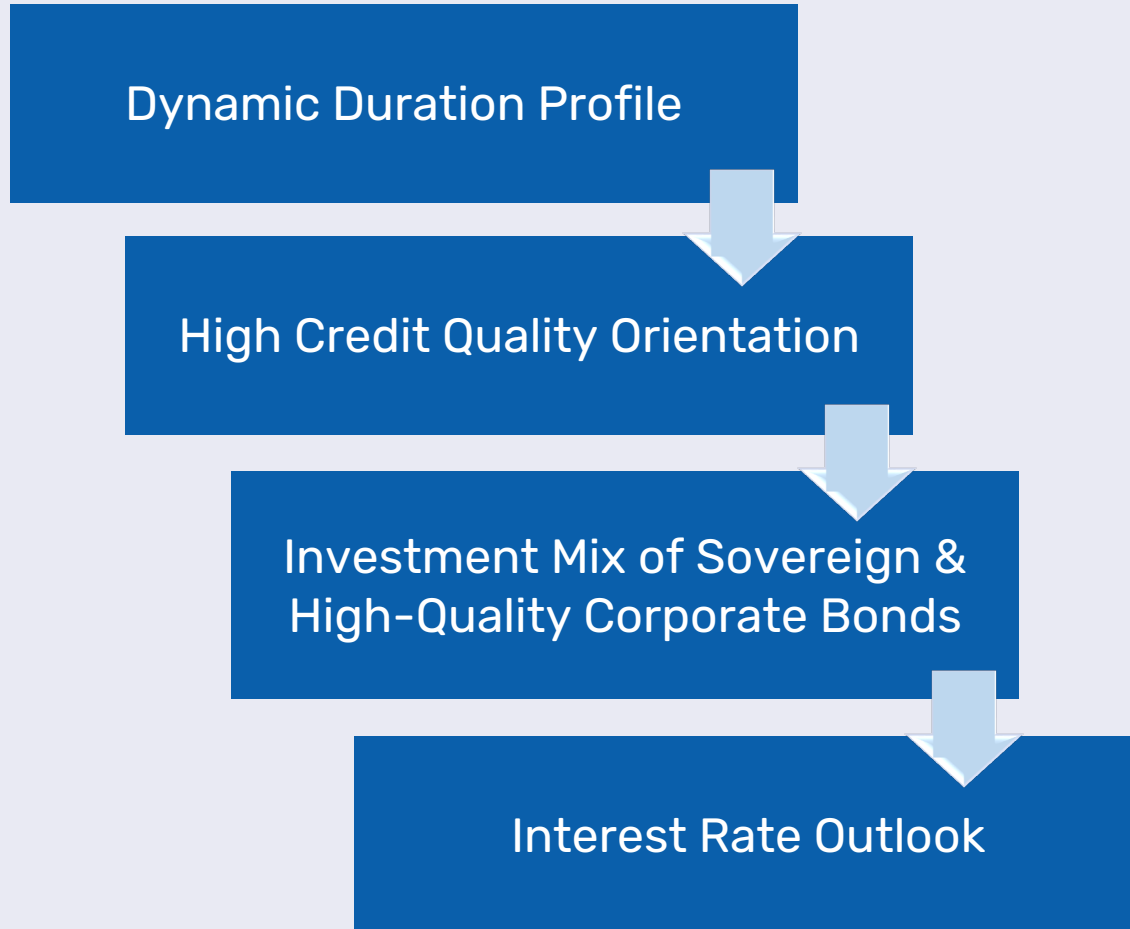
Capital Gains Tax applicability in MF happens on redemption

Compounding Effect of Growth and Reinvestment of Dividend

Dividend Yield based Investing has the potential to Minimise Impact against Volatility

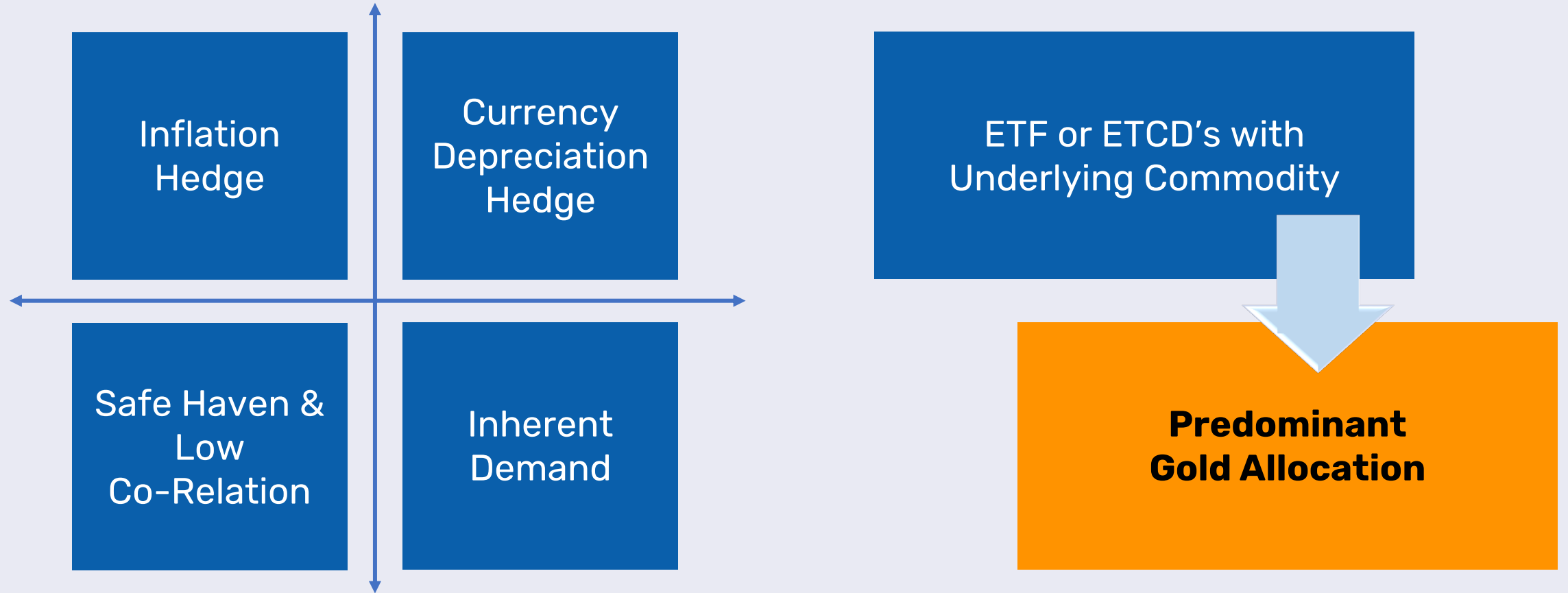


# Debt: Bajaj Finserv Multi Asset Allocation Fund



**Please Note:** The Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. The fund manager may make the changes, as per different market conditions and in the best interest of the investors.

# Commodities: Diversification Beyond Equity & Debt



**Please Note:** The Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. The fund manager may make the changes, as per different market conditions and in the best interest of the investors.



# INQUIBE

## INFORMATION EDGE

- Outperform the market on superior information collection

## QUANTITATIVE EDGE

- Outperform the market on processing information better
- Quant models, Analytical models

## BEHAVIORAL EDGE

- Outperform the market by better decision making
- Take advantage of crowd over-reaction and underreaction
- Reduces one's own behavioral pitfalls

# Our Investment Philosophy

## Hunting Ideas

TOP-DOWN IDEAS

**ECONOMY**

ECONOMY

**INDUSTRY**

INDUSTRY

COMPANY

**COMPANY**

BOTTOM-UP  
IDEAS

**Cycles**

**Behavioral  
Screening**

## Analysing Ideas

- *Business*
- *Management*
- *Valuation*

**Checklist**

**Pre-mortem**

## Allocating

- *Size*
- *Quality*
- *Value*
- *Growth*
- *Risk*

**Journal**

**Quant**

**Pre-  
commitment**

# Who Should Consider Investing in this Fund

1

Investors looking for  
Low Volatility vis-à-  
vis Pure Equity Funds

2

All Weather  
Investment Avenue

3

Professional Asset  
Allocation

4

Aiming Reasonable  
Return

# Summary of Fund Strategy

FUND FRAMEWORK	ASSET ALLOCATION	STRATEGY
<ul style="list-style-type: none"> <li>• <b>Reduced extremities in performance</b></li> </ul>	Equity	<ul style="list-style-type: none"> <li>• Directional allocation Between 65-70%.</li> <li>• Investment in Dividend Opportunities</li> <li>• Multi Cap-Multi Theme-Multi Sector Approach</li> </ul>
<ul style="list-style-type: none"> <li>• <b>Relatively smoother Risk experience</b></li> <li>• <b>All weather investment avenue</b></li> </ul>	Debt	<ul style="list-style-type: none"> <li>• Dynamic Duration Management</li> <li>• Macro + Quant Inputs</li> <li>• Fund stabilizing role</li> <li>• Safety First Approach</li> </ul>
<ul style="list-style-type: none"> <li>• <b>Equity Taxation Status</b></li> </ul>	Commodities	<ul style="list-style-type: none"> <li>• Opportunistic position</li> <li>• Volatility Hedge of Equity</li> </ul>

# SCHEME FEATURES



<b>Scheme Name</b>	<b>Bajaj Finserv Multi Asset Allocation Fund</b>
<b>Scheme Category</b>	<b>Hybrid Scheme - Multi Asset Allocation</b>
<b>Scheme Type</b>	<b>An open-ended scheme investing in equity and equity related instruments, debt &amp; debt derivatives and money market instruments, Gold ETFs, Silver ETFs, exchange traded commodity derivatives and in units of REITs and InvITs</b>
<b>Scheme Riskometer</b>	<b>Very High</b>
<b>Benchmark</b>	<b>65% Nifty 50 TRI + 25% NIFTY Short Duration Debt Index + 10% Domestic Prices of Gold</b>
<b>Fund Manager</b>	<b>Mr. Nimesh Chandan &amp; Sorbh Gupta for Equity Portion, Mr. Siddharth Chaudhary and Mr. Nimesh Chandan for Fixed Income Portion &amp; Mr. Vinay Bafna for Commodities Investing</b>
<b>Investment Objective</b>	<b>To generate income from fixed income instruments and generate capital appreciation for investors by investing in equity and equity related securities including derivatives, Gold ETFs, Silver ETFs, exchange traded commodity derivatives and in units of REITs &amp; InvITs. However, there is no assurance that the investment objective of the Scheme will be achieved.</b>
<b>Loads</b>	<b>Entry load – not applicable Exit load – for each purchase of units through lumpsum / switch-in / systematic investment plan (SIP) and systematic transfer plan (STP), the exit load will be as follows:</b> <ul style="list-style-type: none"><li><b>• if units are redeemed/switched out within 1 year from the date of allotment:</b></li><li><b>• if up to 30% of units allotted are redeemed/switched out – Nil</b></li><li><b>• any redemption / switch-out of units in excess of 30% of units allotted - 1% of applicable NAV</b></li></ul> <b>If units purchased or switched in from another scheme of the Fund are redeemed or switched out after 1 year from the date of allotment, no exit load is payable</b>

# BAJAJ FINSERV MULTI ASSET ALLOCATION FUND



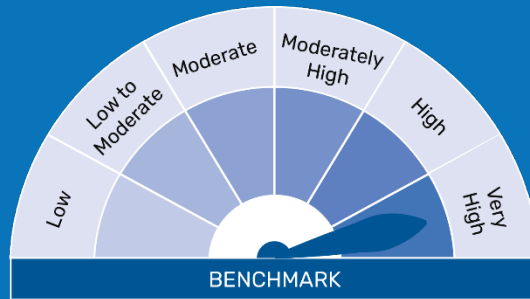
**This product is suitable for investors who are seeking\*:**

- Income generation from fixed-income instruments
- Wealth creation/capital appreciation over long term from investments in equity and equity related securities, Gold ETFs, Silver ETFs, exchange traded commodity derivatives (ETCD) and in units of REITs & InvITs

*\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.*

## SCHEME

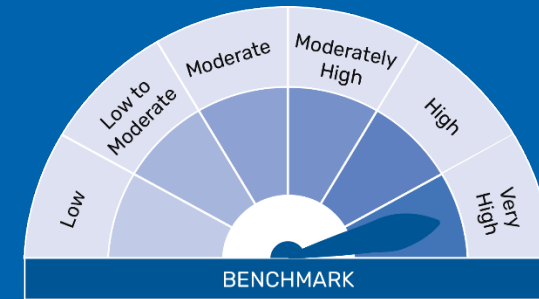
### RISKOMETER



**Investors understand that their principal will be at very high risk**

## BENCHMARK

### RISKOMETER



**65% Nifty 50 TRI + 25% NIFTY Short Duration Debt Index + 10 Domestic Prices of Gold**

The product labelling assigned during the New Fund Offer is based on an internal assessment of the scheme characteristics or model portfolio and the same may vary post -NFO when actual investments are made. Kindly Refer to the Scheme Information Document.



## DISCLAIMER

This document should not be treated as endorsement of the views/opinions or as an investment advice. This document should not be construed as a research report or a recommendation to buy or sell any security. This document alone is not sufficient and should not be used for the development or implementation of an investment strategy. The recipient should note and understand that the information provided above may not contain all the material aspects relevant for making an investment decision. The decision of the Investment Manager may not always be profitable; as such decisions are based on the prevailing market conditions and the understanding of the Investment Manager. Actual market movements may vary from the anticipated trends. Neither Bajaj Finserv Mutual Fund / Bajaj Finserv Mutual Fund Trustee Limited / Bajaj Finserv Asset Management Limited nor its Directors or employees shall be liable for any damages whether direct or indirect, incidental, punitive special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. Investors are advised to consult their own investment advisor before making any investment decision in light of their risk appetite, investment goals and horizon. This information is subject to change without any prior notice.

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***Mutual Fund investments are subject to market risks, read all scheme related documents carefully.***

**THANK YOU**